



STATE OF NEVADA
DEPARTMENT OF ADMINISTRATION

Victims of Crime Program

P.O. Box 94525 | Las Vegas, Nevada 89193-1525
Southern Nevada: (702) 486-2740 | www.vocp.nv.gov | Northern Nevada: (775) 688-2900

October 21, 2011

To: Jeff Mohlenkamp, Clerk
Board of Examiners

From: Bryan Nix, Coordinator
Victims of Crime Program

Re: VOCP 1st Quarter FY 2012 Report, and 2nd Quarter FY 2012
Recommendation

NRS 217.260 requires the Board of Examiners to estimate available revenue and anticipated claim costs each quarter. The VOCP pays claims in accordance with the rules and regulations adopted by the Board pursuant to NRS 217.130. When a vendor accepts a payment reduced pursuant to VOCP policies, NRS 217.245 provides that the claim is deemed paid in full. NRS 217.260 requires that (a) Claims be categorized as to their priority; and (b) Claims categorized as the highest priority be paid, in whole or in part, before other claims.

BOE Policies for the VOCP provide for payment of Priority One and Two claims during the quarter, and for payment of accrued Priority Three claims at the end of each quarter. Priority One and Two claims are bills for current medical treatment, lost wages, funeral expenses, counseling, etc. Priority Three claims are bills the applicant owed prior to claim acceptance such as hospital emergency room and related bills. The VOCP pays the "approved" amount, which is the amount approved for payment after bill review and application of fee schedules or other payment adjustments pursuant to BOE policies.

The VOCP paid all Priority One and Two, and Priority Three claims at 100% of their approved amount for all of FY 2011.

Claim Payments Made Year to Date Fiscal Year 2012

The following chart shows claim payments made year to date in FY 2012, by benefit type. As this chart shows the VOCP has satisfied **\$9,056,821.49** in victim medical bills and claims for **\$1,518,057.74** of available funding. After bill review and application of

BOE Policies we had a total savings of **\$7,538,763.75** over the billed amount in first quarter fiscal year 2012.

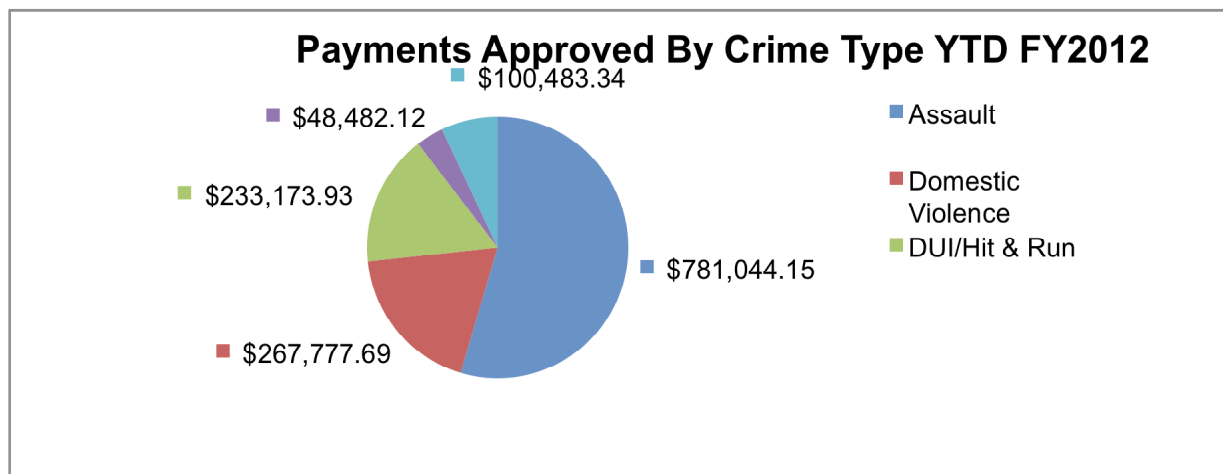
Payment Amounts by Type Fiscal Year 2012				
Type of Expense	Number of Bills	Total Victim Bills Submitted	Amount Saved by Bill Review	Amount Paid to Providers
Chiropractic	66	35,300.78	15,896.04	19,404.74
Counseling	719	174,426.11	38,846.01	135,580.10
Survivor Benefits	5	6,300.00	0.00	6,300.00
Dental	71	210,628.64	87,353.79	123,274.85
Discretionary*	89	76,243.85	0.00	76,243.85
Funeral Expense	19	57,854.12	6,452.59	51,401.53
Lost Wages	76	64,936.94	0.00	64,936.94
Medical - Hospital	130	509,693.24	445,962.72	63,730.52
Medical - Other	464	246,896.69	74,630.96	172,265.73
Prescription	125	13,943.20	637.82	13,305.38
Physical Therapy	84	33,780.72	6,197.05	27,583.67
Vision	31	14,896.99	1,840.88	13,056.11
Pending Priority Three Payments 1st Quarter 2012	757	7,611,920.21	6,860,945.89	750,974.32
Total Payments YTD FY2012	2636	\$9,056,821.49	\$7,538,763.75	\$1,518,057.74

*Discretionary payments include: Relocations, Temporary Housing, Crime Scene Clean-up, etc.

There are **\$7,611,920.21** in pending Priority Three Claims (hospital bills, etc), which will be paid for **\$750,974.32**, which is 100% of the approved amount at the end of the 1st quarter FY 2012.

Victim Payments by Crime Type Fiscal Year 2012

The following pie chart shows amounts approved for payment by crime type, during Fiscal Year 2012.



Financial Review Fiscal Year 2012

The following chart shows projected revenues and fund balances, including reserves for FY 2012, and recommendations for 2nd quarter FY 2011 based on projections. These projections of revenue and anticipated expenses are used for purposes of determining compliance with NRS 217.260 and policies of the BOE adopted pursuant to NRS 217.130 and NRS 217.150.

Financial Position and Second Quarter 2012 Projections	
Projected Funds Available for Payments FY12 Less 45 Day Reserves	\$9,343,672.79
1st Quarter Priority 1 & 2 Payments	\$767,083.42
1st Quarter Priority 3 Payments	\$750,974.32
Total 1st Quarter Payments	\$1,518,057.74
Projected Funds Available for Remainder FY 2012 Less 45 Day Reserves	\$6,690,318.43
Projected Funds Available for 2nd Quarter FY 2012	\$2,230,106.14
Projected Payments 2nd Quarter FY 2012*	\$1,761,254.63
Projected Quarterly Funds Remaining After Payments - Add to Reserves	\$468,851.51
Recommended Priority 3 Payment Percentage 2nd Quarter FY12	100%
*Average of last 6 quarterly periods.	

A 45-day operating expense reserve of \$1,135,296.62 is maintained to cover up to 45 days of victim's claims and administrative expenses.

As expected, revenues have been reduced due to the economic downturn. In 2010 overall revenues were \$1.2 million below projections. That trend continued in 2011, with overall revenues coming in \$400,000 below budgeted authority levels. The VOCP has seen significant decreases in revenue from Fines, Restitution, Wage Assessment, Court Assessment and Treasurers interest.

Fortunately the federal grant is considerably higher than last year. This year's federal grant is \$4,541,000.00, which is \$1,570,000.00 higher than last year's grant of \$2,971,000.00. Based on our payment history, we expect to see a reduction in the amount received from future grants, so excess funds in fiscal year 2012 will be reserved for future program expenditures.

Our current financial review shows that we have sufficient funding to cover remaining 1st quarter Priority Three payments at 100%, and we are projecting sufficient funds to continue paying all claims at 100% of the approved amount in the second quarter of Fiscal Year 2012.

VOCP Recommendation

We are projecting 2nd quarter priority one and two payments totaling **\$885,937.46** and priority three payments totaling **\$875,317.17**, for a total expense of **\$1,761,254.63**.

After reserving **\$1,135,296.62** for 45 days operating expenses, our budget shows VOCP revenues available for 2nd quarter total **\$2,230,106.14**.

Based on these projections the VOCP recommends paying Priority One and Two claims at **100%**, and Priority Three claims at **100%** of the approved amount for the 2nd quarter of FY 2012.